

Chairperson: Supervisor Richard D. Nyklewicz, Jr.  
Clerk: Delores "Dee" Hervey, 278-4230  
Research Analyst: Steve Cady, 278-4347

**COMMITTEE ON FINANCE AND AUDIT**  
**Thursday, June 15, 2006 - 9:00 A.M.**  
**Milwaukee County Courthouse - Room 201-B**

**MINUTES**

**PRESENT:** Supervisors McCue, Coggs-Jones, Mayo, Johnson, Broderick, West and Nyklewicz (Chair)-7

**CASSETTE #42: SIDE B, #01-EOT**

**CASSETTE #43: SIDE A, #01-EOT**

**CASSETTE #43: SIDE B, #01-434**

**SCHEDULED ITEMS:**

1. 06-271 From the District Attorney, requesting to abolish one Fiscal Assistant 2 and one hourly Transcriptionist to offset costs of two grant funded Process Server positions **(Also to the Department of Administrative Services and Division of Human Resources) (Report from DAS)**

**42-B-50**

**APPEARANCES:**

James J. Martin, Deputy District Attorney

**ACTION BY: (McCue) Move approval. Vote 7-0**

**AYES:** McCue, Coggs-Jones, Mayo, Johnson, Broderick, West and Nyklewicz (Chair)-7

**NOES:** None

2. 06F10 From the Director of Audits, informational report on Pension Data.  
**(INFORMATIONAL, UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

**42-B-56**

**APPEARANCES:**

Jerome Heer, Director of Audits

William Domina, Corporation Counsel

Patty Yunk, D.C. 48, Director of Public Policy, AFSCME

Thomas McGovern, (REMCO) had registered for this item but did not wish to speak.

Ken Loeffel had registered for this item but did not wish to speak.

## SCHEDULED ITEMS (CONTINUED):

**42-B-108**

Mr. Heer gave an overview of the said report.

Discussion ensued.

Supervisor Nyklewicz requested that the Pension Data be presented as part of the Budget for informational purposes to track annually.

**A-B-218**

Mr. Domina reminded the Committee that the pension backdrop and impact of the levy is in litigation.

Discussion continued.

Supervisor McCue was interested in a chart reflecting the before and after pension enhancements for individuals making more than \$90,000 to \$100,000 with different start and end dates. Mr. Heer said he would look at this and get back to the Committee.

The lump sum option was not covered in the said report.

**B-42-300**

Ms. Yunk made comments relative to the backdrop and sick leave payments.

The report will be forwarded to the Corporation Counsel's Office for their information.

Supervisor Nyklewicz indicated that this information could possibly be included in the annual budget report so it is available to the public.

**The Committee took no action regarding this informational report.**

3. 06F11 From the Director of Audits, survey of other Counties handling of Government Accounting Standards Board (GASB) Statement 45 Requirements.  
**(INFORMATIONAL, UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

**42-B-330**

**APPEARANCES:**

Jerome Heer, Director of Audits

Doug Jenkins, Deputy Director of Audits

Scott Manske, Milwaukee County Controller, DAS

William Domina, Corporation Counsel

Stephen Agostini, Fiscal and Budget Administrator, DAS

Thomas McGovern, (REMCO) had registered for this item but did not wish to speak.

Ken Loeffel had registered for this item but did not wish to speak

## SCHEDULED ITEMS (CONTINUED):

Mr. Jenkins highlighted the said report. According to the Director of Research for the National Association of Counties (NACo), feedback from the preliminary queries concerning the potential impact of GASB 45 has indicated the issue of unfounded retiree health care liabilities is not as pervasive as was anticipated.

Discussion ensued.

**The Committee took no action regarding this informational report.**

4. 06F12 From the Director of Human Resources, submitting a monthly report on 2006 Health Care Expenditures. **(Also to Committee on Personnel)**

**42-B-630** Ms. Hervey indicated that the report was not an issue before the Committee of Personnel as reflected in the heading.

### **APPEARANCES:**

Dr. Karen Jackson, Deputy Director, Department of Human Resources  
James H. Martin, Fiscal and Management Analyst Department of  
Administrative Services

Stephen Agostini, Fiscal and Budget Administrator, DAS

William Domina, Corporation Counsel

Patty Yunk, D.C. 48, Director of Public Policy, AFSCME

Thomas McGovern, (REMCO) had registered for this item but did not wish to speak.

Discussion ensued at length.

**43-A-33** Supervisor West offered a suggestion that WPS offer a single plus one plan, which would save both the County and employees money.

Mr. Domina indicated that alternative choices should be discussed.

**43-A-82** Chairman Nyklewicz commended Ms. Seemeyer for her efforts in trying to facilitate resolution to the issue.

Ms. Yunk addressed the Committee.

**The Committee took no action regarding this informational report.**

5. 06F13 From the Director, Department on Aging, submitting an informational report on the March 2006 and Year-to-Date Income Statement. **(Also to the Committee of Health and Human Needs) (INFORMATIONAL, UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

## SCHEDULED ITEMS (CONTINUED):

**43-B-134**

**APPEARANCES:**

Jim Hodson, CMO, Chief Financial Officer  
Gail Cheatham, Assistant Director, Department on Aging  
Stephen Agostini, Fiscal and Budget Administrator, DAS  
Rob Henken, Director, Department of Health and Human Services

Mr. Hodson highlighted the said report as it related to revenues, expenditures and surplus.

Questions and comments ensued.

Mr. Henken addressed the Committee on Family Care expansion as it pertains to the Disabilities Division population and Long Term Care Reform.

Ms. Cheatham addressed the Committee and the reason why Ms. Stein was not present at the meeting. Ms. Stein is attending a State meeting regarding Family Care expansion.

**The Committee took no action regarding this informational report.**

6. 06-280 From the Director, Department of Health and Human Services, requesting authorization to add 2005 Carryover Funds to the Non-Lapsing Risk Reserve created for the Disabilities Services Division's Long-Term Support Programs. **(Also to the Committee of Health and Human Needs)**

**43-A-293**

**APPEARANCES:**

Rob Henken, Director, Department of Health and Human Services

**ACTION BY: (McCue) Concur with the actions of the Health and Human Needs Committee. Vote 7-0**

**AYES:** McCue, Mayo\*, Coggs-Jones, Johnson, Broderick, West and Nyklewicz (Chair)-7

**NOES:** None

\*Supervisor Mayo initially voted no, but later requested unanimous consent to change his vote from no to aye. There being no objection, so ordered by the Chair.

7. 06F14 From the Director, Department of Health and Human Services, submitting an informational report regarding projected variances in the Behavioral Health Division's 2006 Budget. **(Also to the Committee of Health and Human Needs) (INFORMATIONAL, UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

## **SCHEDULED ITEMS (CONTINUED):**

**43-B-305**

**APPEARANCES:**

Rob Henken, Director, Department of Health and Human Services  
James Hill, Administrator, Behavioral Health Division

Mr. Henken highlighted the said report. Discussion ensued.

**The Committee took no action regarding this informational report.**

8. 06-1 Referred back, 5/18/06, Capital Improvement Fund Transfer (B1), WJ005012 Inspection Repair and Paint Water Tower (8527 Land Improvements) in the amount of \$305,000.

**43-A-349**

**ACTION BY (McCue) Lay over. Vote 7-0**

**AYES:** McCue, Coggs-Jones\*, Mayo, Johnson, Broderick, West and Nyklewicz  
Chair)-7

**NOES:** None

\*Supervisor Coggs-Jones later requested unanimous consent to be recorded as voting aye. There being no objection, so ordered by the Chair.

9. 06-1 **Fund Transfers.**

**43-A-360**

**APPEARANCES:**

Stephen Agostini, Fiscal and Budget Administrator, DAS

The issue regarding a summary page was discussed. Mr. Agostini indicated that the contingency fund is approximately \$2.8 million and that is tied to the expectation of receiving Medicare Part B revenues that have not been received. With the absence of receipt of those revenues, the balance is zero.

Supervisor McCue said it was important to have the written summary by Board Day.

Discussion continued.

**SCHEDULED ITEMS (CONTINUED):**

**ACTION BY: (McCue) Approve. Vote 6-1**

**AYES:** McCue, Coggs-Jones, Johnson, Broderick, West and Nyklewicz (Chair)-6

**NOES:** Mayo-1

The Committee requested the Contingency Summary Page by Board Day.

10. 06-281 Resolution by Supervisors Nyklewicz, McCue, Quindel and West, authorizing and directing the formation of a Work Group to study alternative structures for the operation of General Mitchell International Airport. **(Also to the Committee of Transportation and Public Works)**

**43-A-438 ACTION BY: (McCue) Concur with the actions of the Transportation and Public Works Committee. Vote 7-0**

**AYES:** McCue, Coggs-Jones, Mayo, Johnson, Broderick, West and Nyklewicz (Chair)-7

**NOES:** None

11. 06-288 Resolution by Supervisors Nyklewicz, McCue and Borkowski, authorizing and directing the Director of Audits to conduct a performance audit of General Mitchell International Airport (GMIA).

**43-A-462 APPEARANCES:**

Jerome Heer, Director, Department of Audits  
Stephen Agostini, Fiscal and Budget Administrator, DAS

Discussion ensued that the audit is a reimbursable expense that can be covered by the airport revenue.

**ACTION BY: (McCue) Approve. Vote 7-0**

**AYES:** McCue, Coggs-Jones, Mayo, Johnson, Broderick, West and Nyklewicz (Chair)-7

**NOES:** None

12. 06-255 Resolution by Supervisors Weishan and Broderick, providing for an advisory referendum on the question of whether the State of Wisconsin should grant Milwaukee County the authority to levy a one-half of 1% County use and sales tax, the revenues of which will be dedicated to support County parks, recreation and culture programs and services commensurate with a decrease in the property tax revenues used for park, recreational and cultural purposes. **(Also to the Parks, Energy and Environment Committee)**

## SCHEDULED ITEMS (CONTINUED):

**43-A-495**                    **ACTION BY: (Broderick) Lay over until July cycle. Vote 5-2**

**AYES:** Coggs-Jones, Mayo, Johnson, Broderick and West-5

**NOES:** McCue and Nyklewicz (Chair)-2

13. 06-282 Resolution by Supervisors Broderick, Weishan and White, providing for an advisory referendum on the question of whether the State of Wisconsin should grant Milwaukee County the authority to levy an additional three-quarters of 1% County use and sales tax, the revenues of which will be dedicated to support County transit, parks, recreation and culture programs and services commensurate with a decrease in the property tax revenues for transit park, recreational and cultural purposes. **(Also to the Committees of Parks, Energy and Environment and Transportation and Public Works)**

**43-A-505**                    **APPEARANCES:**

County Board Supervisor John Weishan, 16<sup>th</sup> District

**ACTION BY: (Broderick) Receive and place on file. Vote 7-0**

**AYES:** McCue, Coggs-Jones, Mayo, Johnson, Broderick, West and Nyklewicz (Chair)-7

**NOES:** None

14. 06-287 Resolution by Supervisors Broderick, Weishan and White, providing for an advisory referendum on the question of whether the State of Wisconsin should grant Milwaukee County the authority to levy an additional 1% County use and sales tax, the revenues of which will be dedicated to support County transit, parks, recreation and culture programs and services commensurate with a decrease in the property tax revenues used for transit, park, recreational and cultural purposes. **(Also to the Committee on Transportation, Public Works and Transit and Parks, Energy and Environment)**

**43-A-516**                    **APPEARANCES:**

County Board Supervisor John Weishan, 16<sup>th</sup> District

**ACTION BY: (Broderick) Approve.**

Supervisor Weishan gave his comments in support of the said resolution. He also distributed a two-page example to support his stance.

**On the motion to approve. Vote 4-3**

**AYES:** Coggs-Jones, Johnson, Broderick, and West-4

**NOES:** McCue, Mayo and Nyklewicz (Chair)-3

## **SCHEDULED ITEMS (CONTINUED):**

15. 06-289 Resolution by Supervisor Mayo, expressing opposition to the use of pension obligation bonds and requesting that the County Executive not include them in the 2007 Budget for the purpose of paying unfounded prior service liability contributions under the County's retirement system.

### **43-B-4**

#### **APPEARANCES:**

Wayne Burggraaff, Milwaukee County's Financial Advisor, Public Financial Management

Thomas McGovern, (REMCO) had registered for this item but did not wish to speak.

Ken Loeffel had registered for this item but did not wish to speak.

Discussion ensued with questions and comments.

Mr. Burggraaff addressed the issue relative to Pension Obligation Bonds.

#### **ACTION BY: (Mayo) Approve.**

Discussion continued.

#### **ACTION BY: (Mayo) Called for the question. Vote 3-4 Motion fails.**

**AYES:** Coggs-Jones, Mayo, and Johnson-3

**NOES:** McCue, Broderick, West and Nyklewicz (Chair)-4

#### **ACTION BY: (McCue) Lay over (takes precedence). 4-3**

**AYES:** McCue, Broderick, West and Nyklewicz (Chair)-4

**NOES:** Coggs-Jones, Mayo, and Johnson-3

16. 06-279 From the Director, Department of Health and Human Services, requesting authorization to create two Administrative Coordinator Behavioral Health positions and abolish one Integrated Services Coordinator position in the Behavioral Health Division. **(Also to the Committee of Personnel and Department of Administrative Services and Division of Human Resources) (Report from DAS)**

### **43-B-270**

#### **ACTION BY: (Coggs-Jones) Approve. Vote 7-0**

**AYES:** McCue, Coggs-Jones, Mayo, Johnson, Broderick, West and Nyklewicz (Chair)-7

**NOES:** None

17. 06-295 From the Director of Audits, submitting Audit Review-Wauwatosa School District's Reimbursement of Operating Costs of the Milwaukee County Department of Health and Human Services (MCDHHS) Schools for the 2004-2005 School Year.



## SCHEDULED ITEMS (CONTINUED):

**43-B-280**

**APPEARANCES:**

Jerome Heer, Director of Audits

**ACTION BY: (Mayo) Receive and place on file with a status report in six months. Vote 7-0**

**AYES:** McCue, Coggs-Jones, Mayo, Johnson, Broderick, West and Nyklewicz (Chair)-7

**NOES:** None

18. 06-293 From the Director, Department of Administrative Services (DAS), requesting approval of a reimbursement resolution to express the County's intent, to reimburse various airport capital projects for expenditures incurred prior to the issuance of Passenger Facility Charge (PFC) Revenue Backed Bonds.

**43-B-313**

**APPEARANCES:**

Pamela Bryant, Capital Finance Manager, DAS

Ms. Bryant highlighted the said report.

**ACTION BY: (McCue) Approve. Vote 7-0**

**AYES:** McCue, Coggs-Jones, Mayo, Johnson, Broderick, West and Nyklewicz (Chair)-7

**NOES:** None

19. 06-294 From the Director, Department of Administrative Services (DAS), requesting approval to authorize the issuance of a not-to-exceed \$34.8 million for the estimated \$29.0 million Airport Revenue Bonds, Series 2006A and the \$5.8 million Airport Refunding Bonds, Series 2006B.

**43-B-235**

**APPEARANCES:**

Pamela Bryant, Capital Finance Manager, DAS

Steve Cady, Fiscal and Budget Analyst, County Board

Stephen Agostini, Fiscal and Budget Administrator, DAS

Discussion ensued on the Debt Evaluation Panel.

The Committee requested a joint report from Department of Administrative Services and County Board staff for the July cycle.

**SCHEDULED ITEMS (CONTINUED):**

**ACTION BY: (Johnson) Approve. Vote 7-0**

**AYES:** McCue, Coggs-Jones\*, Mayo, Johnson, Broderick, West and Nyklewicz (Chair)-7

**NOES:** None

\*Supervisor Coggs-Jones requested unanimous consent to vote with the majority. There being no objection, so ordered by the Chair.

20. 06F15 From the Controller, report of Professional Service Contracts-First Quarter 2006. **(INFORMATIONAL, UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

**43-B-393**

**APPEARANCES:**

Scott Manske, Milwaukee County Controller, DAS

**The Committee took no action regarding this informational report.**

21. 06-11 From the County Treasurer, submitting an informational report on 2006 First Quarter Investment Earnings. **(INFORMATIONAL, UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

**43-B-409**

**APPEARANCES:**

Rex Queen, Deputy Treasurer, Milwaukee County

**The Committee took no action regarding this informational report.**

**Staff Present:**

Jerome Heer, Director of Audits

Doug Jenkins, Deputy Director of Audits

William Domina, Corporation Counsel

Stephen Agostini, Fiscal and Budget Administrator, DAS

Pamela Bryant, Capital Finance Manager, DAS

Jim Hodson, CMO, Chief Financial Officer

Gail Cheatham, Assistant Director, Department on Aging

Dr. Karen Jackson, Deputy Director, Department of Human Resources

James H. Martin, Fiscal and Management Analyst, Department of Administrative Services

Scott Manske, Milwaukee County Controller, DAS

Rob Henken, Director, Department of Health and Human Services

James Hill, Administrator, Behavioral Health Division

Rex Queen, Milwaukee County Deputy Treasurer

James J. Martin, Deputy District Attorney

**SCHEDULED ITEMS (CONTINUED):**

This meeting was recorded on tape. Committee files contain copies of communications, reports and resolutions, which may be reviewed upon request to the Chief Committee Clerk. The official copy of these minutes is available in the County Board Committee Services Division.

Length of meeting: 9:00 a.m. to 11:20 a.m.

Adjourned,

*Delores "Dee" Hervey, Committee Clerk*

**DEADLINE**

*The deadline for items for the next regular meeting (July 20, 2006)  
is Friday, June 30, 2006 (due to the Holiday).*

***All items for the agenda must be in the Committee Clerk's  
possession by the end of the business day on  
Friday, June 30, 2006.***

*ADA accommodation requests should be filed with the Milwaukee County Office for Persons with  
Disabilities, 278-3932 (voice) or 278-3937 (TTD), upon receipt of this notice.*